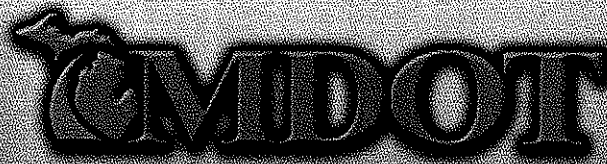


## Joint Infrastructure Committee

# Needs & Funding at MDOT

February 14, 2013



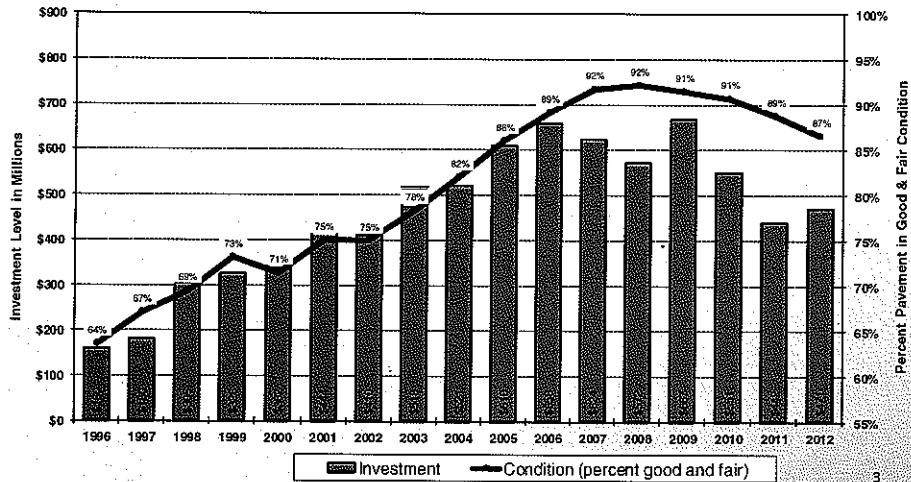
Michigan Department of Transportation

## Transportation is Michigan's Economic Lifeline

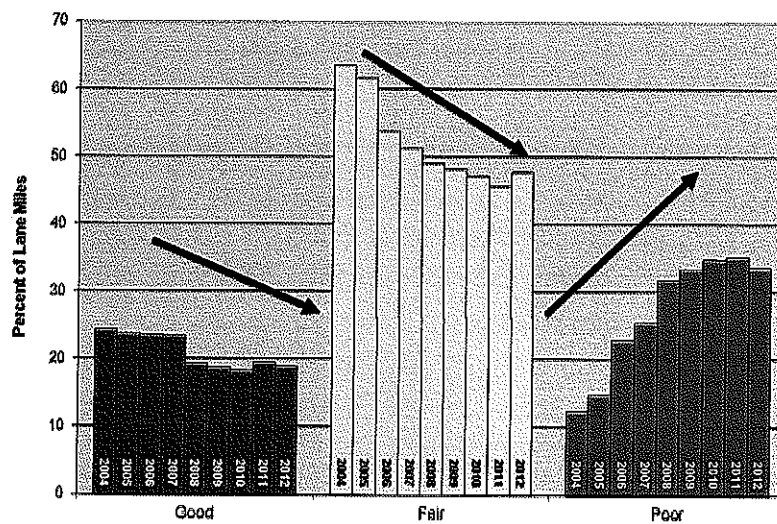
- 35% of US/Canada trade flows through Michigan
- \$520 billion in freight is moved each year on Michigan's highways, rail and water ports
- Trucking accounts for 67% of all freight tonnage moved in Michigan



## Trunkline Pavement Condition has Peaked

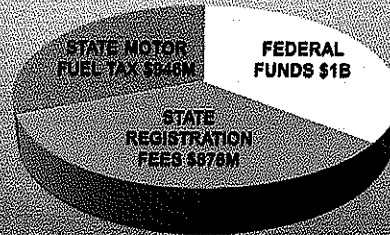


## Conditions are Getting Worse



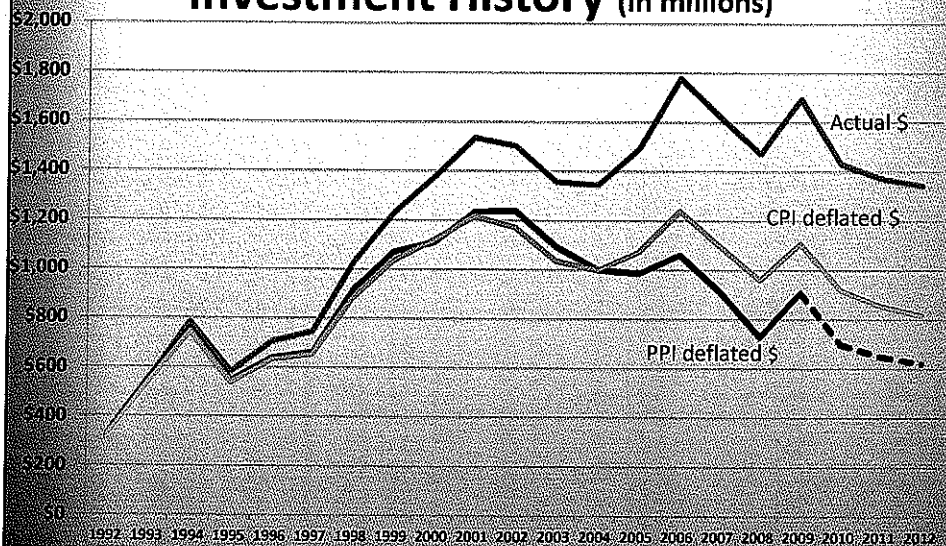
## Transportation Funding

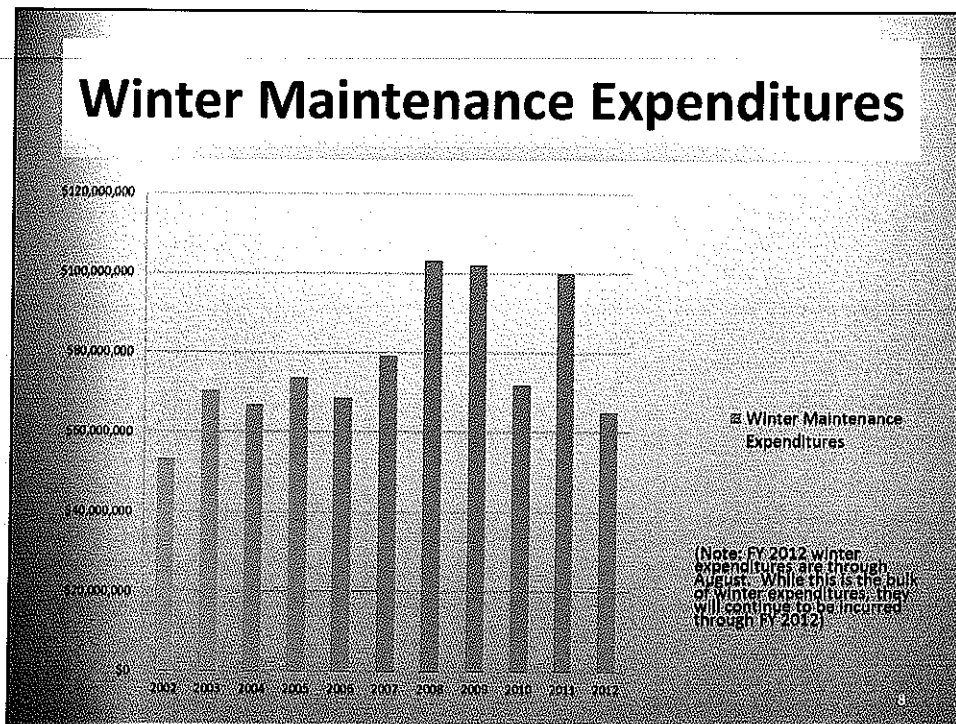
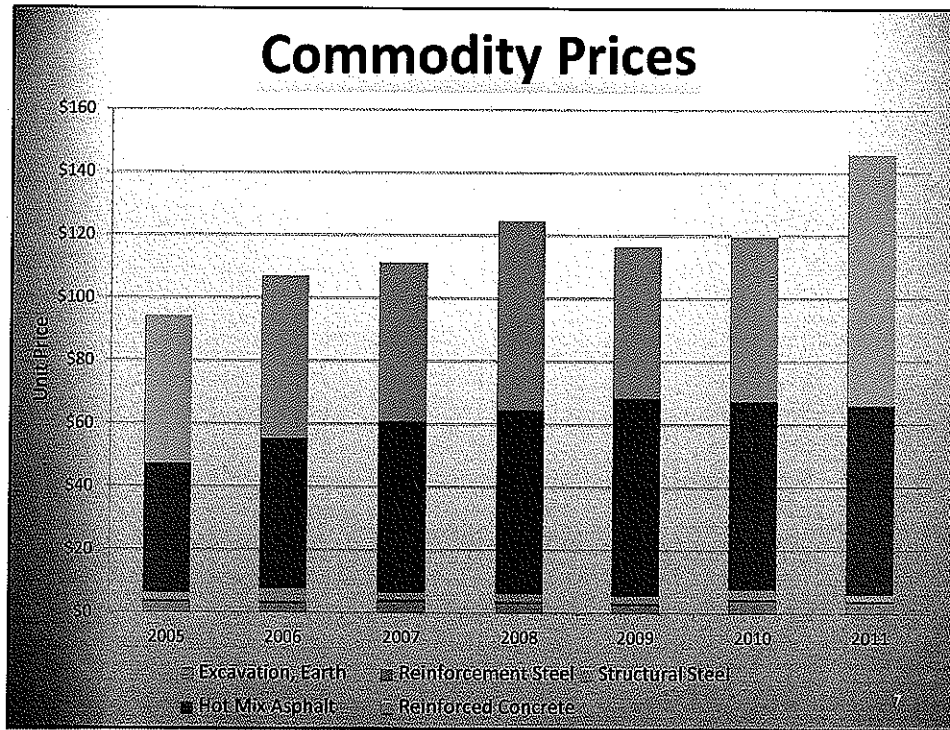
- Roads and Bridges
  - Federal funds: \$1 billion
    - Includes \$250 m to local agencies
  - State motor fuel taxes: \$946 million
  - State registration fees: \$876 million



MDOT

## State Highway & Bridge Investment History (in millions)

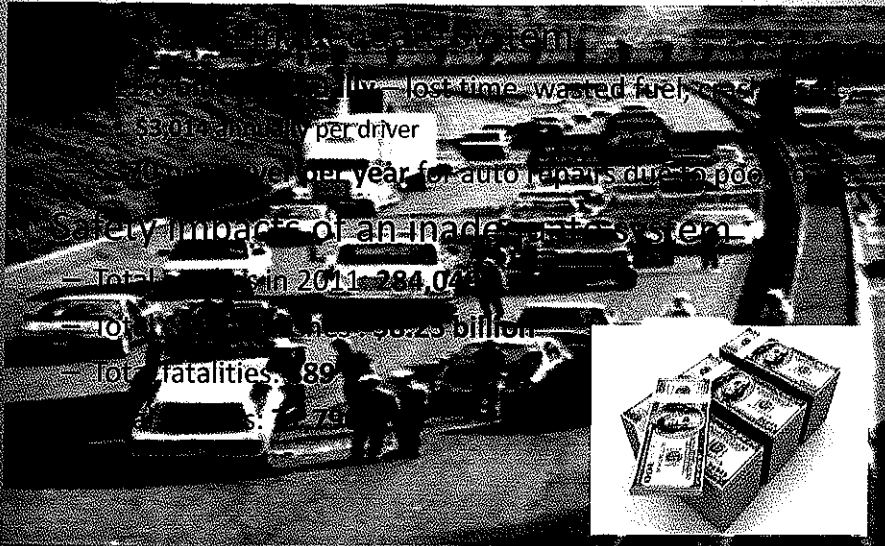








## The Cost of Doing Nothing



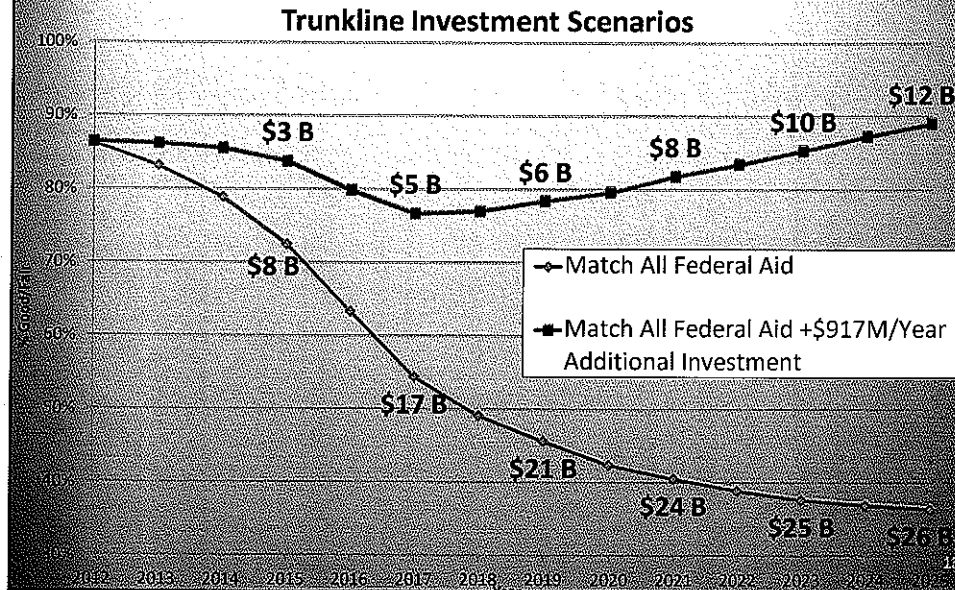
11

## Benefits of Acting Now

- The economic impacts in the first two years:
  - 12,000 jobs each year
  - \$1.598 B in personal income
  - \$2.92 B in Gross State Product
- In the next 10 years, this \$1.2 billion/year investment will generate:
  - Over \$10 billion in personal income
  - More than \$20 billion in Gross State Product
- Improved safety, efficiency, and reliability

12

## Pay Now or Pay Later



## Impact Could Be Felt in 2013

- If action is swift, work can begin this summer
  - If not, real progress will be delayed to next summer
- Transportation agencies and contractors are eager to do the work
  - MDOT's program and lettings are 1/3 less in 2013 than what they were 4-5 years ago (\$650M vs. \$930M)



# *Questions?*



**"Providing the highest quality  
integrated transportation services for  
economic benefit and improved  
quality of life."**

15